

SECRET

SAPC-12284
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14 January 1957

MEMORANDUM FOR THE RECORD

SUBJECT: Amendment No. 2 to Contract No. BC-200, Hycon
Mfg. Company, Pasadena, California - Project
[redacted] (AQUATONE)

1. This memorandum contains a recommendation transmitted for the approval of the Project Director. Subject recommendation is contained in Paragraph 6.

2. Contract No. BC-200 covers the production and delivery of the A-2 and B cameras as well as related spare parts and maintenance spares for the overhaul program. [redacted]

[redacted] in the maintenance and repair of the A-2 and B cameras.

3. Amendment No. 2 corrects the name of the company from "Hycon Manufacturing Company" to "Hycon Mfg. Company". The progress payment article is changed to provide for reimbursement of direct costs, burden and G&A in addition to that which was originally allowed, i.e., direct labor, material and or component parts purchased. The Amendment also provides for the cost of factory overhaul during the months of May and June 1956 and for the Contractor to furnish additional film spools and sets of shipping accessories.

4. The target price for this additional work is \$20,152.06 with a ceiling price of \$22,000.72. The price redetermination article provides for 10% upward adjustment of costs only. This increase results in a revised total target price of [redacted] and a ceiling price of [redacted]. The Director of Central Intelligence previously certified that in accordance with the provisions of Section (10)b of Public Law 110 that a sum not to exceed [redacted] was available for Contract No. BC-200.

5. The increase of \$22,000.72 is chargeable as follows:


FY 1956 AQUATONE Funds*	\$ 7382.78
FY 1957 " "	<u>14617.94</u>
Total -	\$22000.72

*See memorandum for the record dated 15 Nov 1956 (SAPC-10446) which estimated this amount would be \$7000. As a result of this definitive obligation the amount available for liquidation of the previous FY 56 obligation is ~~\$157,119.43~~.

6. Approval of Amendment No. 2 to BC-200 and execution thereof on behalf of the Agency by the authorized Project Contracting Officer is recommended.

Contracting Officer

CONCURRENCES:



Controller



Office of General Counsel

Approval of recommendation
in paragraph 6. granted.

RICHARD M. BISSELL, JR. /
SA/PC/DCI - Project Director